NOTIFICATION.

Bangalore, dated 17th—20th April 1971.

S. O. 791.—In pursuance of sub-section (1) of Section 5 of the Mines and Minerals (Regulation and Development) Act, 1957, and as per directions of Government of India *vide* their letter No. MV-1 (454)/70 dated 16th March 1971 sanction is accorded to the grant of a Mining Lease in favour of Shri M. V. Gundu Rao, for a period of 20 (twenty) years for Kynite over an area of 90 acres (36.42 hectares) of land in Kulkur village, Koppa Taluk, Chikmagalur district, as per sketch furnished by the Director of Mines and Gelogy, Bangalore.

The grant of the above said Mining Lease is subject to terms and conditions appended hereunto.

Terms and Conditions.

(*a*) Mining Lease should be in respect of Kyanite only. If other minerals are found in association with Kyanite they should be brought to the notice of Government and if the lessee desires to mine these minerals along with Kyanite he should do so only after the consent of Government is obtained in writing;

(*b*) Royalty at the rates prescribed in the Second Schedule to the Mines and Minerals (Regulation and Development) Act, 1957 or the dead rent at the following rate in respect of each mineral per hectare per annum, whichever is greater, shall be charged provided that dead rent shall not be payable for the first year of the lease;

1st year of the Lease ... nil.

2nd to 5th year of the lease....Rs. 12-50.

6th to 10th year of the lease....Rs. 25-00.
11th year and onwards of
the lease ....Rs. 37-50.

(c) Surface rent at the rate of Rs. 2.50 per hectare per annum on the actual area used by the lessee for mining purposes shall be charged;

(d) If beryl or any other "Substance Prescribed" under Section 3 of the Atomic Energy Act, No. XXIX of 1948 is found to occur in the property under the lease, the lessee shall make available such mineral to the Government of India;

(e) The lease shall be subject to the provisions of Rules in Chapter IV of the Mineral Concession Rules, 1960;

(f) The lease shall also be subject to the rules issued under Section 18 of the Mines and Minerals (Regulation and Development) Act, 1957;

(g) The lessee shall pay to the Director of Mines and Geology in Mysore, Bangalore, necessary security deposit for due observance of the terms and conditions of the lease in accordance with Rule 32 of the Mineral Concession Rules, 1960, before the lease is issued to him;

(h) The lessee shall submit confidentially from time to time or when required progress reports to the Director of Mines and Geology along with analysis and representative samples of the ores collected during the mining operations;

(i) The lessee shall be governed by all conditions that may be incorporated in the lease deed to be executed;

(*j*) The lessee shall abide by the Rules contained in the Mysore State Forest Manual, if the leased area covers any forest land;

(*k*) The total area held by the lessee under Mining Leases including the present one shall not exceed 25.9 Sq. Kilometres;

(*l*) Government shall have the right of purchasing the Ore at current market rates;

(*m*) The lease would be determined if the lessee fails to commence effective mining operations within one year from the date of execution of Lease Deed;

(*n*) The area mentioned above is subject to verification after actual survey;

(*o*) Local and other cesses as prevalent in Chickmagalur District.

[No. CI 223 MMO 70.]

By Order and in the name of the President of India,

S. PUTTAIAH,
Under Secy.